

# **ASSET MANAGEMENT COMMITTEE**

**Date:** September 19, 2012

**Committee Members Attending:** Commissioner Gruen, Commissioner Connell

**Others Attending:** Don Hunt, Tim Harris, Debra Perkins-Smith, Scott Richrath, JoAnn Mattson, Jeff Zavitski (Deighton), Steve Rudy (DRCOG) and Randy Jensen (FHWA).

## **Minutes:**

- Director Hunt shared that this new committee was formed out of a discussion with Commissioner Reiff to facilitate a more detailed discussion on asset management with a smaller group. He foresees the top initial priorities of this group as alternative surface treatment analysis, improved fleet equipment management, and a tradeoff tool.
- Commissioner Gruen noted that it's important to incorporate the asset management discussion into the FY14 budget discussion.
- Commissioner Connell noted that a small group is important to work on asset management and accomplish what we need to accomplish on the aggressive schedule required to impact the FY14 budget.
- Scott Richrath presented background on the earlier trade-off tool effort at CDOT, and then walked through the TAM PowerPoint presentation provided to the commissioners in their packet.
- Scott Richrath provided the following comments, which generated discussion:
  - Staff is requesting input from the Commissioners on the budget for FY14.
  - Francine Shaw of FHWA stated that MAP-21 Performance Measures rules will be set promulgated first, and these will then feed into rules for other areas such as Asset Management.
  - MAP-21: there is the potential for reduced federal funding if CDOT does not have an approved Transportation Asset Management (TAM) Plan, and MAP-21 introduces the enhanced National Highway System (NHS).
  - Risk-based Asset Mgmt Plan: FHWA is defining the term "risk" through a series of papers; the first one defines risk very broadly, using the enterprise definition.
  - Policy Directive 14, which includes Colorado Transportation Commission goals and objective, was last set in 2006, and drives what CDOT does in asset management today. It is under review now as part of the preparations for the next Long Range Plan.
  - The annually published Transportation Deficit Report which is mandated by FASTER legislation is similar to the required gap analysis needed for MAP-21.
  - Commission input will be sought for the TAM Plan financial plan and investment strategies.
- The Committee reviewed the most recent state infrastructure rankings from the Reason Foundation.
- Discussion occurred regarding surface treatment funding in recent years and the anticipated gap in the condition of surface treatment based on funding scenarios over 20 years.
- The Committee discussed funding for Bridge, MLOS, Fleet and ITS assets as well, and will continue these discussions at its next meeting.